STATE OF HAWAII

NOTICE OF AND REQUEST FOR EXEMPTION '09 DEC 21 A10:00 FROM CHAPTER 103F, HRS

STATE PROCUREMENT OF FICE STATE OF HAWAII

To: Chief Procurement Officer

Department of Health, Adult Mental Health Division From:

Department/Division/Branch or Office

Pursuant to § 103F-101(a)(4), HRS, and Chapter 3-141, HAR, the Department requests a procurement exemption to purchase the following:

1. Title and description of health and human service(s):

Provision of a Specialized Residential Services Program (SRSP) for adults with severe and persistent mental illness (SPMI) and for adults with with co-occurring SPMI and alcohol and other drug abuse problems. SRSP is a continuum of recovery-based, integrated, and consistent service modalities that include Specialized Residential Treatment, Day Treatment, and Aftercare services.

Specialized Residential Treatment services is a planned regimen of professionally directed evaluation, treatment, rehabilitation, medication management and other ancillary and special services provided in a licensed, residential setting. These services aid consumers in developing daily living skills which enable consumers to manage their symptoms and regain functioning lost due to mental illness and substance abuse.

Day Treatment services is a structured dual diagnosis enhanced day program focused on treatment, relapse prevention, and recovery and includes medication management, group counseling, education, skill building, and recreational therapy. This service provides the consumer with the opportunity to participate in a structured therapeutic program while being able to reside in the community and is also for consumers ready to transition from Specialized Residential Treatment services.

Aftercare services is a service for consumers who participated in Specialized Residential Treatment services and/or Day Treatment services and may benefit from continued contact with the current provider while transitioning to another mental health provider. This service consists of group and/or individual therapy and psycho-educational activities focusing on maintaining and strengthening consumers' recovery and relapse prevention skills.

2. Provider Name and Address:	a. CARE Ha

- awaii, Inc., 606 Coral Street, Honolulu, Hawaii 96813
- b. Alcoholic Rehabilitation Services of Hawaii, Inc. dba Hina Mauka, 45-845 Pookela Street, Kaneohe, Hawaii 96744
- c. Aloha House, Inc., 444 Hana Highway, Kahului, Hawaii 96732
- d. Kline-Welsh Behavioral Health Foundation dba Sand Island Treatment Center, P.O. Box 3045, Honolulu, Hawaii 96802
- e. Po`ilani, Inc., 1005 Keolu Drive, Kailua, Hawaii 96734

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3	Total	Contract	Funds

\$2,700,000 (estimated)

Contract Funds per Year (if applicable):

4. Reference number of Previous Request for this Service (if applicable):

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5. Term of Contract: Start: 1/01/10

End: 4/30/10

6. Describe how procurement by competitive means is either not practicable or not advantageous to the State:

The Adult Mental Health Division (AMHD) released an RFI for SRSP on 8/25/09. The current contracts for SRSP were scheduled to end on 6/30/09 and were extended through 12/31/09 pursuant to section 3-149-301(c), HAR. Unfortunately, due to the current budget shortfall, the AMHD has had to prioritize services which sometimes required the redesign of services in innovative ways that could also address mandatory cost cutting measures. The AMHD reviewed its current residential treatment services (specialized and dual diagnosis) and combined the services into one overall service, SRSP. The redesigning and combining of these services required the inclusion of input from other AMHD and Department of Health staff to ensure compliance with statutes, administrative rules, and regulations. The redesigning process has been time consuming due to the departure of key clinical staff members and the lack of staff resources available to address all of requirements of the vacated positions. These unexpected situations led to delays in releasing the RFP for SRSP.

RFP HTH 420-5-10 for SRSP was issued on 12/16/09 and proposals are due on 1/22/10. Although the RFP for this service has been released, there is insufficient time to complete the procurement and contracting process and to execute new contracts to ensure the continuity of services in the community. An extension of time will enable the AMHD to complete the procurement and contracting process and to ensure a smooth transition to the new, updated service for both consumers and providers.

7. Describe the reason for the selection of the provider including a description of how the procedure ensured the maximum fair and open competition practicable:

The identified providers were applicants selected during the competitive purchase of service process in April 2005. An extension of time will ensure there is no break in service or any undue interruption of services for our consumers, who are counting on the community supports provided by this service.

8. Describe the state agency's internal controls and approval requirements for the exempted procurement:

Service and administative requirements under the contract shall be monitored through AMHD's regular oversight and monitoring procedures.

9. List the state agency personnel, by position title, who will be involved in the approval process and administration of the contract:

William P. Sheehan, M.D., Acting AMHD Chief Brian Higgins, AMHD Chief Financial Officer Karen Krahn, AMHD Chief of Clinical Operations Amy Yamaguchi, AMHD Public Health Administrative Officer (PHAO)

10. Direct questions to (name & position):

Amy Yamaguchi, PHAO

Phone number: 808-586-4682

e-mail address: amy.yamaguchi@doh.hawaii.gov

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Department flead Signature Chiyome Leinaala Fukino, M.D. Typed Name NOTICE	<u> </u>
Notice	
The chief procurement officer is considering this request for exemption and, if there is good cause, the state intends to exempt the purchase as described in the request. Any inquiries regarding the purchase be directed to the contact person noted in item 10 of the request. Any concerns regarding the exempt shall be in writing and received by the chief procurement officer within seven days of the date the nowas first posted. Concerns shall be mailed to: Aaron Fujioka, Chief Procurement Officer, State Procurement Office, 1151 Punchbowl St., #230A, Honolulu, HI 96813.	e shall ion
FOR CHIEF PROCUREMENT OFFICER USE ONLY Chief Procurement Officer's Comments:	
APPROVED DISAPPROVED No ACTION	
Chief Procurement Officer Signature Date	

Please ensure adherence to applicable administrative requirements.